

**LEGISLATIVE SERVICES AGENCY  
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

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**FISCAL IMPACT STATEMENT**

**LS 6239**

**BILL NUMBER: SB 35**

**NOTE PREPARED:** Nov 22, 2011

**BILL AMENDED:**

**SUBJECT:** Definition of Child Care Ministry.

**FIRST AUTHOR:** Sen. Kruse

**FIRST SPONSOR:**

**BILL STATUS:** As Introduced

**FUNDS AFFECTED:**     **GENERAL**  
                              **DEDICATED**  
                              **FEDERAL**

**IMPACT:** No Fiscal Impact

**Summary of Legislation:** This bill amends the definition of "child care ministry" to specify the grounds for the organization's federal tax exemption and to require annual filing of supporting documentation with the Division of Family Resources. The bill grandfathers organizations registered under the state law regulating child care ministries on January 1, 2011.

**Effective Date:** July 1, 2012.

**Explanation of State Expenditures:** The Family and Social Services Administration (FSSA) reports the bill's requirements would require the FSSA to promulgate rules to support what activities child care ministry activities are acceptable, how 501(c)(3) information would be validated by the FSSA, and actions in the event a child care ministry is found to not be qualified for 501(c)(3) classification. This is expected to have no fiscal impact.

The FSSA also reports the review of tax documentation required in the bill would be performed by the Bureau of Child Care within current staffing and resource levels.

**Explanation of State Revenues:**

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:**

**State Agencies Affected:** FSSA.

**Local Agencies Affected:**

**Information Sources:** Dawn Hetzel, FSSA.

**Fiscal Analyst:** Bill Brumbach, 232-9559.